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INSTRUMENT PREPARED BY  
VIRGINIA GAS AND OIL BOARD

ORDER RECORDED UNDER CODE  
OF VIRGINIA SECTION 45.1-361.26

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING  
ELECTIONS: V-535462  
(hereinafter "Subject Drilling Unit")

DOCKET NO. VGOB-08-1118-2390

REPORT OF BOARD

FINDINGS AND ORDER

1. This Supplemental Order is entered by the Board *sua sponte* in the form authorized by the Board at its hearing held at 9:00 a.m. on October 20, 1992, Board of Supervisors Room, Courthouse, Grundy, Virginia, and pursuant to authority granted to the Board's Chairman at the hearing of the Virginia Gas and Oil Board on June 16, 1992 at 9:00 a.m. at the Rhododendron Restaurant at the Breaks Interstate Park, Breaks, Virginia; and this Supplemental Order is being recorded for the purpose of (1) complying with the requirements of the Virginia Gas and Oil Board Regulations, 4 VAC 25-160.70C by supplementing the Order previously issued by the Board for subject Docket on July 20, 2009, and recorded in Deed Book 469, Page 706 in the Office of the Clerk of the Circuit Court for Dickenson County, Virginia on August 12, 2009, (herein "Board Order") and (2) to complete the record regarding elections. The Board Order established a drilling unit and pooled all interests in Subject Drilling Unit including those of the Respondents more particularly set forth and identified by the Designated Operator in the affidavits attached hereto and made a part hereof. The Board finds it has jurisdiction over the subject matter pursuant to the provisions of the Virginia Gas and Oil Act, § 45.1-361.1 *et seq.*, Virginia Code, 1950 as amended.
2. Findings: The Board finds that:
  - (a) The Board Order directed Range Resources-Pine Mountain, Inc., (herein the "Designated Operator"), to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by said Board Order;

- (b) The Designated Operator filed its affidavit of mailing dated October 16, 2009, disclosing that it had mailed a correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order;
  - (c) The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make his or her election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the Designated Operator has filed its affidavit dated October 16, 2009, in accordance with § 7.C of the Virginia Gas and Oil Board Regulations and 4 VAC 25-160.7C (herein "Affidavit of Elections" annexed hereto), wherein it has, for each Respondent whose interests, if any, were pooled by said Board Order, stated: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of the election(s) made, if any; and (iii) whether, by reason of failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interests, estates and claims in Subject Drilling Unit to the Designated Operator;
  - (d) Current Board standards requiring the escrow of funds and the Board's agreement with its Escrow Agent, Wachovia Bank, N.A., VA7515, P. O. Box 14061, Roanoke, VA 24038; Tel: (540) 563-7764; Attn: Judy Barger, or any successor named by the Board, require the entry of a Supplemental Order establishing of record the elections made or deemed to have been made and specifying the sums or percentage thereof subject to escrow. Current Board escrow standards were made applicable to Subject Drilling Unit by a Board Order dated July 18, 2006. The Affidavit of Elections indicates that the escrow of funds is **not** required with regard to V-535462.
3. Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at Paragraph 2 above, to the extent escrow was required and to the extent it pertained to the elections and interests of the Respondents who have entered into a royalty split agreement and no longer require escrow of any funds, the Applicant is hereby directed to provide the Board with reconciliation of its and the Escrow Agent's records so that any funds affected by this Order may be disbursed in an appropriate manner.
4. Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or its Attorney shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this

Supplemental Order stating that a true and correct copy of this Supplemental Order was mailed within seven (7) days from the date of receipt of this Supplemental Order to each Respondent whose address is known.

5. Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and **IT IS SO ORDERED**.
6. Effective Date: This Order shall be effective as of the date of the Board's approval of this Application, which is set forth at Paragraph 1 above.

DONE AND EXECUTED this 24 day of Nov., 2009,  
by a majority of the Virginia Gas and Oil Board.

Bradley C. Lambert  
Chairman, Bradley C. Lambert

DONE AND PERFORMED this 24 day of Nov., 2009,  
by the Order of this Board.

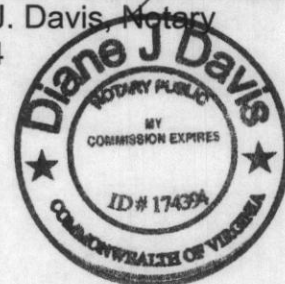
David E. Asbury  
David E. Asbury  
Principal Executive to the Staff  
Virginia Gas and Oil Board

STATE OF VIRGINIA     )  
COUNTY OF RUSSELL    )

Acknowledged on this 24<sup>th</sup> day of November, 2009,  
personally before me a notary public in and for the Commonwealth of Virginia,  
appeared Bradley C. Lambert, being duly sworn did depose and say that he is  
Chairman of the Virginia Gas and Oil Board, and appeared David E. Asbury,  
being duly sworn did depose and say that he is Principal Executive to the Staff of  
the Virginia Gas and Oil Board, that they executed the same and were authorized  
to do so.

Diane J. Davis  
Diane J. Davis, Notary  
174394

My commission expires: 9/30/13



**VIRGINIA:****BEFORE THE VIRGINIA GAS AND OIL BOARD**

IN RE: Application of Range Resources-Pine Mountain, Inc, for Establishment of a Drilling Unit and the Forced Pooling of Interests in V-535462, Docket No. VGOB-08-1118-2390 in the Sandlick District, Haysi Quadrangle, Dickenson County, Virginia.

**AFFIDAVIT OF MCKINNIS & SCOTT, Attorneys-at-Law, Agents for the Designated Operator REGARDING ELECTIONS, ESCROW ACCOUNTS AND SUPPLEMENTAL ORDER**

Timothy E. Scott (herein Affiant), being duly sworn on oath, deposes and says:

1. That the Affiant is an attorney in the law firm of MCKINNIS & SCOTT, the Agent for the Designated Operator, with offices located at 135 W. Main Street, Suite 200, Kingsport, Tennessee 37660, and is authorized to give this Affidavit in its behalf;
2. That the Order entered on July 20, 2009, by the Virginia Gas and Oil Board regarding the captioned conventional gas unit required the Applicant to mail a true and correct copy of said Order to each person pooled by said Order;
3. That within seven (7) days of the receipt of an executed and recorded copy of the Order referred to at Paragraph 2, above, the Affiant was directed to cause a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who are added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Abingdon, Virginia;
4. That the Order of the Virginia Gas and Oil Board in the captioned matter required all persons pooled thereby to tender written notice of their election of the option selected under Paragraph 9 of the Order to the Designated Operator within thirty (30) days from the date of receipt of a copy of the recorded Order;
5. That the Designated Operator, by and through its agent, McKinnis & Scott, Attorneys-at-Law, has established procedures to review all mail received and all written documents received by means other than by mail to ascertain whether parties whose interests have been pooled have made a written election, in a timely fashion, as required by the captioned Order;

that said procedures were followed to identify the elections, if any, made with regard to Subject Drilling Unit; that the following persons or entities delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty day elections period:

NONE

6. That the interest and/or claims of the following persons or entities (who made timely elections, or who are deemed under the terms of the Board's Order to have leased, or who, subsequent to the pooling hearing held in the captioned matter, have leased or otherwise entered into an agreement with the Designated Operator) are subject to escrow under the Board's Order pooling the captioned Unit, as unknown or unlocatable:

NONE

7. That after the pooling hearing held in the captioned matter, the following persons or entities have leased or entered into a voluntary agreement with the Designated Operator with regard to their interest and/or claims:

NONE

8. That the Designated Operator with regard to persons previously requiring the services of the Escrow Agent have now reached an agreement regarding their interests or claims that allows Applicant/Designated Operator to make royalty distribution without the need to escrow funds which would otherwise be in conflict:

NONE

9. That the Respondents identified in Exhibit B-3 hereto have not made a timely election and have failed to enter into an agreement with the Designated Operator and their respective coalbed methane rights, interests and claims shall be deemed to have leased to Applicant/Designated Operator pursuant to and in accordance with Paragraph 10 of the Board Order dated July 20, 2009:

See Exhibit B-3

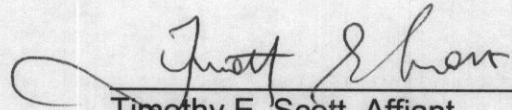
10. The Designated Operator requests that the following persons be dismissed as Respondents:

NONE

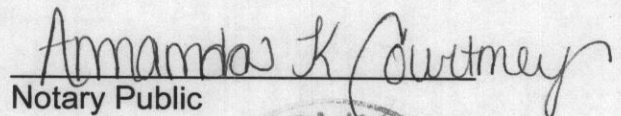
That pursuant to the provisions of 4VAC 25-160.70.A.10 and .C and VAC 25-160-80, annexed hereto and incorporated herein is a proposed supplemental order to

be entered to complete the record regarding elections; that said annexed supplemental order sets forth that the services of the Escrow Agent are **not** required in this matter pursuant to the terms of §§ 45.1-361.21.D and 45.1-361.22.A.3 and .4.

Dated at Kingsport, Tennessee, this 16<sup>th</sup> day of October, 2009.

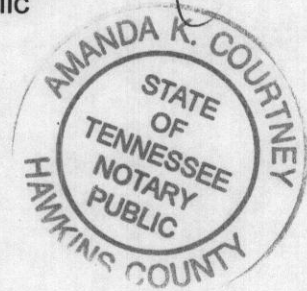
  
Timothy E. Scott, Affiant

Taken, subscribed and sworn to before me by Timothy E. Scott, the Agent for Range Resources-Pine Mountain, Inc., a corporation, on behalf of the corporation, this 16<sup>th</sup> day of October, 2009.

  
Notary Public

My commission expires: \_\_\_\_\_

7/16/10



Form DGO-GO-7

V-535462 PLAT  
TRACT OWNERSHIP INFORMATION SCHEDULE  
10/2/2008

- 1 . Lease No.  
Janice Turner Rose, et al - coal  
Howard & Lorena Harrison - surface, oil & gas  
22.91 Acres  
Gas 22.91 Ac. 20.33%
- 2 . Lease No.  
Janice Turner Rose, et al - coal  
Glenda & Chris Davis - surface, oil & gas  
3.50 Acres  
Gas 3.20 Ac. 2.84%
- 3 . Lease No. 906889 / T-421  
J. R. Turner  
187.50 Acres  
ACIN LLC - coal  
Alpha Land & Reserves LLC - coal lessee  
WBRD LLC - coal  
Dickenson - Russell Coal Company LLC - coal lessee  
Range Resources - Pine Mountain, Inc. - oil & gas  
Gas 44.76 Ac. 39.71%
- 4 . Lease No.  
Carter & Katherine Harrison - surface, oil & gas  
1.23 Acres  
Gas 1.29 Ac. 1.15%
- 5 . Lease No.  
Dennis & Mary Turner - surface, oil & gas  
9.0 Acres  
Gas 0.43 Ac. 0.38%
- 6 . Lease No. 906889 / T-422  
J. R. Turner  
229.2 Acres  
Range Resources - Pine Mountain, Inc. - oil & gas  
Gas 0.96 Ac. 0.85%
- 7 . Unleased  
Debbie Dearman, et al - surface, oil, & gas  
0.92 Acres  
Gas 0.95 Ac. 0.85%
- 8 . Lease No.  
Smiddy & Violet Harrison - surface, oil & gas  
0.80 Acres  
Gas 0.72 Ac. 0.64%
- 9 . Lease No. 906889 / T-358  
J. L. Siferg  
354.62 Acres  
Heartwood Forestland Fund IV, L.P. - surface  
Range Resources - Pine Mountain, Inc. - oil & gas  
Gas 6.63 Ac. 5.89%
- 10 . Lease No.  
Joseph & Marsha Harrison - surface, oil & gas  
5.01 Acres  
Gas 4.99 Ac. 4.43%

- 11 . Unleased  
Janice Turner Rose, et al - coal, oil & gas  
37.97 Acres  
Gas 5.17 Ac. 4.59%
- 12 . Unleased  
Alfreda & Randy Mullins, Life estate reserved for Trula Turner Davis - surface, oil & gas  
0.5 Acres  
Gas 0.57 Ac. 0.51%
- 13 . Lease No. 906889 / T-423  
Range Resources-Pine Mountain, Inc. - oil & gas  
39.74 Acres  
Gas 7.51 Ac. 6.66%
- 14 . Lease No.  
Janice Turner Rose, et al - coal  
Howard & Lorena Harrison - surface, oil & gas  
6.0 Acres  
Gas 5.22 Ac. 4.63%
- 15 . Unleased  
Janice Turner Rose et al -  
(1 Acre Reservation to Lease No. 906889 / T-423) - coal, oil & gas  
1 Acre  
Gas 0.19 Ac. 0.17%
- 16 . Unleased  
Janice Turner Rose, et al - coal  
Leonard & Gaynell Sykes - surface, oil & gas  
5.75 Acres  
Gas 4.50 Ac. 3.99%
- 17 . Unleased  
MaLoy & Irene Turner - surface, oil & gas  
3.5 Acres  
Gas 2.69 Ac. 2.38%

BK 474 PG 060  
**Exhibit "B-3" - Unleased Owners - Revised 12-8-2008**  
**Well No. V-535462**

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage in Unit
<b>Gas Estate Only</b>				
7	Debbie Dearman P.O. Box A Haysi, VA 24256 Tax Card ID - 6790	Unleased	0.28333333	0.31666667
	Sandra Thomas 306 Thomas Mountain Road Haysi, VA 24256 Tax Card ID - 6790	Unleased	0.28333333	0.31666667
	Diane Worley 8324 Field Stream Drive Meadowview, VA 24361 Tax Card ID - 6790	Unleased	0.28333333	0.31666667
11	Trula Turner Davis 470 Harrison and Turner Road Clinchco, VA 24226 Tax Card ID - 8331	Unleased Life Estate		
	Pauline Stanley 215 Beats Lane Haysi, VA 24256 Tax Card ID - 8333	Unleased	0.76500000	0.86166667
	Joyce Viers 286 Pleasure Drive Haysi, VA 24256 Tax Card ID - 8333	Unleased	0.76500000	0.86166667
	John Turner 535 Fraley Avenue Duffield, VA 24244 Tax Card ID - 8333	Unleased	0.76500000	0.86166667
12	Trula Turner Davis 470 Harrison and Turner Road Clinchco, VA 24226 Tax Card ID - 8331	Unleased Life Estate		
	Pauline Stanley 215 Beats Lane Haysi, VA 24256 Tax Card ID - 8333	Unleased	0.04250000	0.04750000

BK 474 PG 061  
**Exhibit "B-3" - Unleased Owners - Revised 12-8-2008**  
**Well No. V-535462**

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage in Unit
	Joyce Viers 286 Pleasure Drive Haysi, VA 24256 Tax Card ID - 8333	Unleased	0.04250000	0.04750000
	John Turner 535 Fraley Avenue Duffield, VA 24244 Tax Card ID - 8333	Unleased	0.04250000	0.04750000
15	Trula Turner Davis 470 Harrison and Turner Road Clinchco, VA 24226 Tax Card ID - 8331	Unleased Life Estate		
	Pauline Stanley 215 Beats Lane Haysi, VA 24256 Tax Card ID - 8333	Unleased	0.02833333	0.03166667
	Joyce Viers 286 Pleasure Drive Haysi, VA 24256 Tax Card ID - 8333	Unleased	0.02833333	0.03166667
	John Turner 535 Fraley Avenue Duffield, VA 24244 Tax Card ID - 8333	Unleased	0.02833333	0.03166667
16	Leonard & Gaynell Sykes 1098 Road Branch Clinchco, VA 24226 Tax Card ID - 24226	Unleased	3.99000000	4.50000000
17	Maloy & Irene Turner 1008 Road Branch Clinchco, VA 24226 Tax Card ID - 8371	Unleased	2.38000000	2.69000000

**TOTAL GAS ESTATE**

INSTRUMENT #100000054  
RECORDED IN THE CLERK'S OFFICE OF  
9.72750000 10.96250000  
JANUARY 7, 2010 AT 10:32AM  
RICHARD W. EDWARDS, CLERK  
RECORDED BY: CJF

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